UNITED STATES DEPARTMENT OF AGRICULTURE FOREST SERVICE

Manti-LaSal National Forest 599 West Price River Drive Price, Utah 84501 file ACT/037/015

2810

Aug. 10, 1982



Sandy Pruitt Utah Division of Oil and Gas and Mining 4241 State Office Bldg. Salt Lake City, Utah 84114

Dear Ms. Pruitt:

This letter is in reference to your telephone conversation with Carter Reed on July 28, 1982, regarding reclamation of the Glade Pit Uranium Mine on the Monticello Ranger District of the Manti-LaSal National Forest.

Energy Fuels Nuclear, Inc. submitted a reclamation plan to the Forest Service on June 4, 1981. The plan was approved by the Forest Service with specified revisions on August 27, 1981.

According to the plan, reclamation should be complete by the close of the 1982 field season. As of this time, no dirt work has been done. The last word that we have heard from Energy Fuels Nuclear, unofficially, is that they intend to start work some time in August when the necessary equipment is available.

A reclamation bond was calculated by the Forest Service, to the amount of \$150,000 dollars based on Energy Fuel's approved reclamation plan. Energy Fuels agreed that this amount was reasonable, however, requested that a 30 percent risk factor be applied and would post \$45,000 dollars as an initial bond. If by the end of 1982, the reclamation was not completed, they would agree to post such additional bond, in excess of \$45,000, as necessary to cover 100 percent of the estimated cost to complete the balance of the reclamation. As of this time, no reclamation bond has been posted.

Sincerely,

for

REED C. CHRISTENSEN Forest Supervisor REGEIVED
AUG 16 1982

DIVISION OF OIL, GAS & MINING